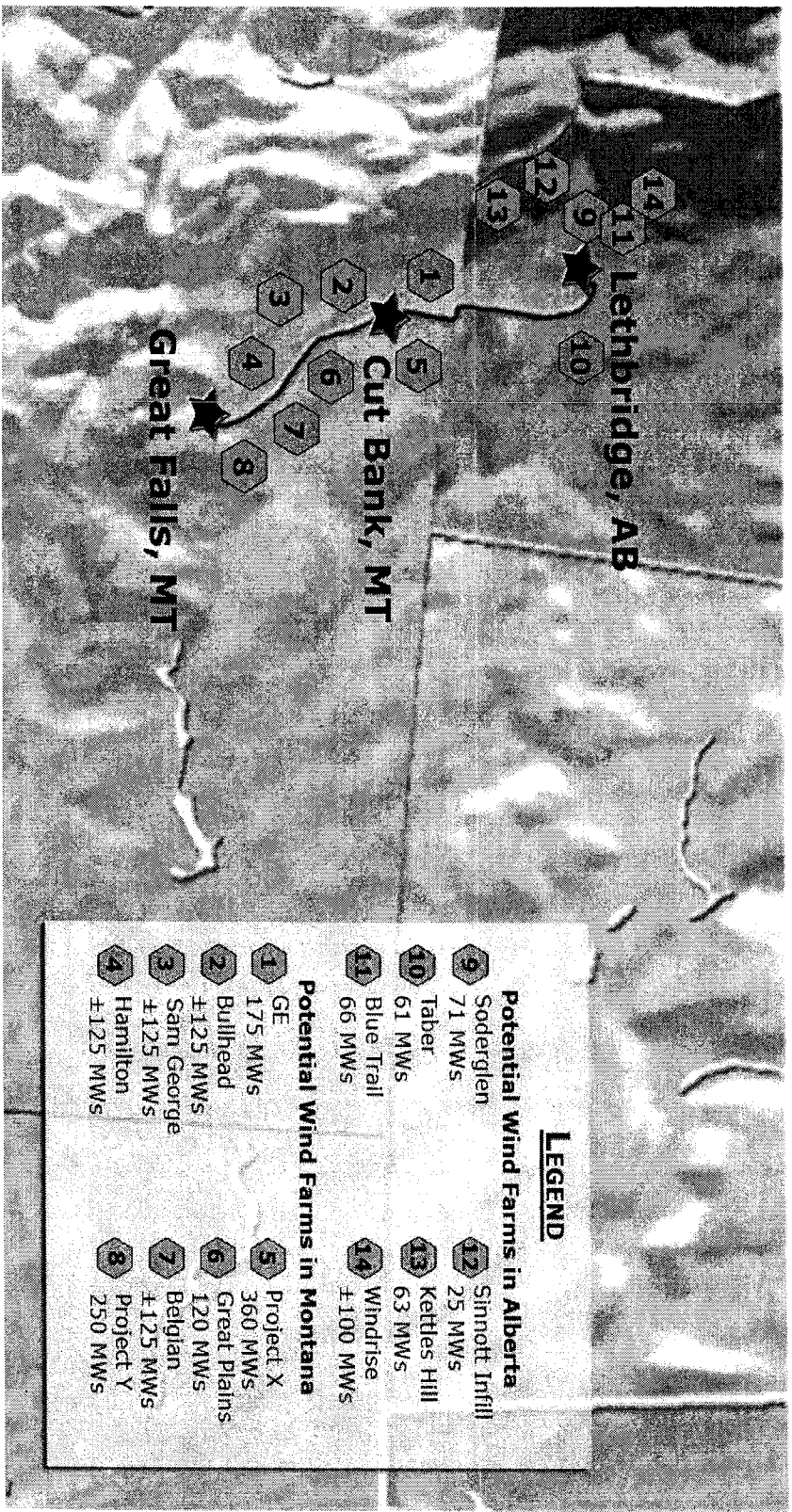
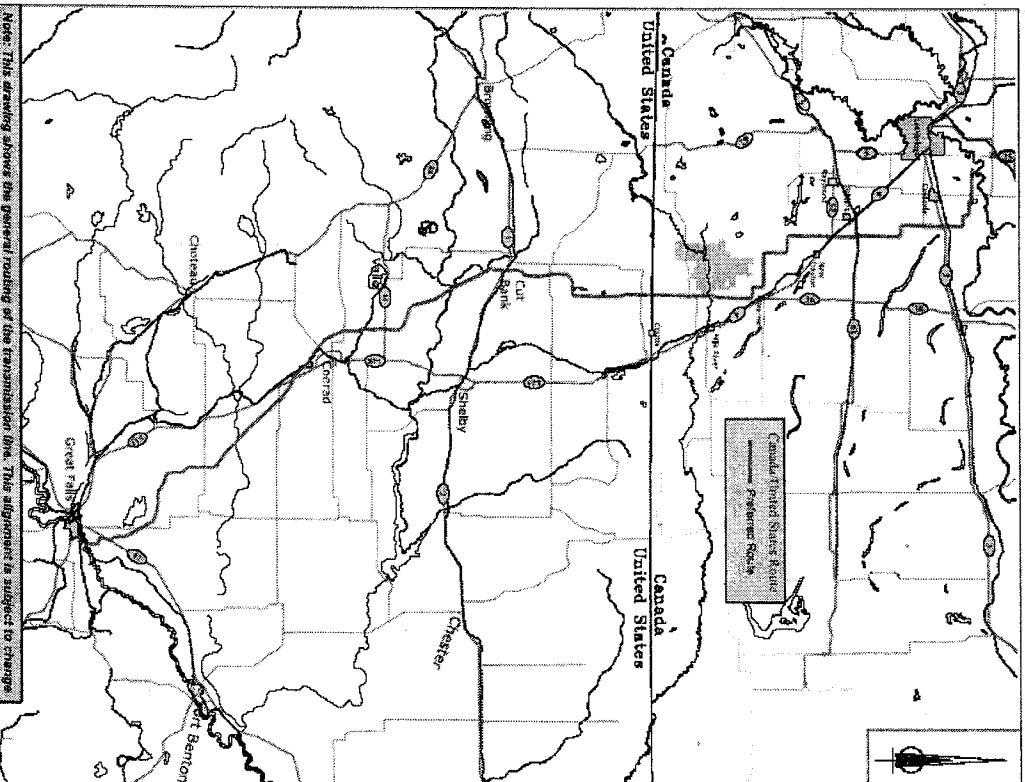


Part 1: Transmission Landscape

New Generators: Potential Wind Farms Near the Line



Proposed Route 337 kms/202 miles



MATL Facts

Facts at a glance

- MATL is a wholly owned subsidiary of Tonbridge Power Inc.
- Tonbridge is publicly traded on the Toronto Stock Exchange.
- Subject to Canadian style “Sabanex-Oxley” disclosure provisions
- Continuous disclosure filings available at www.tonbridgepower.com

The Line and its Economics

- Transmission line is 210 miles long, from Lethbridge Alberta, to Great Falls
- Shippers have bid to contract long term transmission capacity, as follows
 - Naturener (Great Plains/Energy Logics) – 300 MWs North @ \$5.10 to \$5.52 per MWh – committed
 - Invenenergy – 180 MWs South @\$5.10/MWh- this remains conditional
 - Windhunter – 120 MWs South @ \$5.72/MWh – this remains conditional
 - Committed revenue totals \$14.6 million annually at present
 - Conditional lines not proceeding due to Montana congestion
- Project cost - \$140 M (CAD), before financing and interest costs
- Operating costs are staff, property taxes, maintenance and finance costs

2. Financeability

Current Bankability Profile in CAD \$

Current Project Costs	
	\$M
Transmission line	78.00
Substations	31.00
Phase shifter	13.00
Development costs	15.00
Financing/IDC	7.00
Total	144.00
Equity to date	25.00
Required debt financing	<u>\$ 119.00</u>

Bankable EBITDA Estimate	
	\$M
North	14.6
South	0
O and M	14.6
Property taxes	2.2
Bankable EBITDA	<u>11.4</u>
Permitted debt service	<u>\$ 8.8</u>

- ❖ The Project requires about \$119 million more to construct
- ❖ HSH Nordbank has offered \$115 M in senior financing; actual size determined on the permitted debt service calculated on committed contracts only
- ❖ South bound revenues not bankable as they are not committed due to NorthWestern Energy congestion problems on existing lines
- ❖ Southbound shippers require firm transmission capacity all the way to markets, which N.W.E cannot provide right now.

SOUTH BOUND SHIPPERS CANNOT START THEIR PROJECTS WITHOUT THIS

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